

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
FILING OF EAST CASEY COUNTY)	CASE NO. 2012-00236
WATER DISTRICT)	

ORDER

On June 8, 2012, East Casey Water District ("East Casey") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. East Casey purchases water from the city of Liberty ("Liberty"), the city of Russell Springs ("Russell Springs"), the city of Campbellsville ("Campbellsville"), the city of Eubank ("Eubank") and Adair County Water District ("Adair County").

2. Liberty notified East Casey that, effective July 1, 2012, its volumetric wholesale rate to East Casey would increase from \$2.38 per 1,000 gallons to \$2.55 per 1,000 gallons.

3. East Casey proposed a purchased water adjustment factor of \$0.16 per 1,000 gallons.

4. During the 12 months ending April 30, 2012, East Casey purchased 199,341,000 gallons of water from Liberty, 43,552,500 gallons of water from Russell Springs, 16,385,800 gallons of water from Campbellsville, 347,100 gallons of water from Eubank and 4,246,300 gallons of water from Adair County. East Casey sold

¹ KRS 278.015; 807 KAR 5:068.

209,106,600 gallons of water during the same 12 months. The increase in the cost of purchased water is \$33,887.97, resulting in a purchased water adjustment factor of \$0.16 per 1,000 gallons.

5. East Casey proposed an effective date of July 31, 2012.

6. The purchased water adjustment factor of \$0.16 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

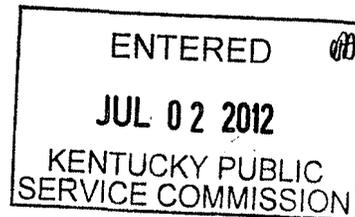
1. The rates proposed by East Casey are approved.

2. The purchased water adjustment factor of \$0.16 per 1,000 gallons as calculated in Appendix A is approved.

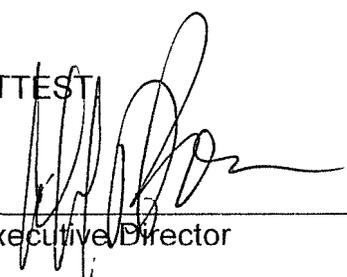
3. The rates in Appendix B are fair, just, and reasonable and are approved for service rendered on or after July 31, 2012.

4. East Casey's proposed tariff sheet filed with the application is approved.

By the Commission



ATTEST



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2012-00236 DATED JUL 02 2012

	New Rate	Base Rate
Liberty		
Purchases in gallons	199,341,000	199,341,000
Volumetric rate	<u>\$ 2.55 / 1,000</u>	<u>\$ 2.38 / 1,000</u>
	\$508,319.55	\$ 474,431.58
Russell Springs	No change	No change
Campbellsville	No change	No change
Eubank	No change	No change
Adair County	No change	No change
	Increased water cost	\$33,887.97
Increased water cost		\$33,887.97
Divided by gallons sold / 1,000		<u>209,106,600</u>
Purchased water adjustment factor		\$0.16 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2012-00236 DATED JUL 02 2012

The following rates and charges are prescribed for the customers in the area served by East Casey County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

First	2,000 gallons	\$ 16.60 Minimum bill
Next	3,000 gallons	7.10 per 1,000 gallons
Next	5,000 gallons	6.80 per 1,000 gallons
Next	5,000 gallons	6.50 per 1,000 gallons
Next	5,000 gallons	6.20 per 1,000 gallons
All Over	20,000 gallons	5.60 per 1,000 gallons

Andy Greynolds
General Manager
East Casey County Water District
690 S. Wallace Wilkinson Blvd
Liberty, KY 42539